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13	UNITED STATES DISTRICT COURT	
14	NORTHERN DISTI	RICT OF CALIFORNIA
15	SHAHID BUTTAR FOR CONGRESS COMMITTEE, et al.,	Case No. 3:21-cv-05566-EMC
16 17 18	Plaintiffs, vs.	DEFENDANT HEARST COMMUNICATIONS, INC.'S NOTICE OF MOTION TO DISMISS AND SPECIAL MOTION TO STRIKE PLAINTIFFS' COMPLAINT
19	Defendant.	[Cal. Code Civ. Pro. § 425.16; Fed. R. Civ. P. 12(b)(6)]
20 21		Date: March 17, 2022 Time: 1:30 p.m. Place: Courtroom 5, 17 <sup>th</sup> Floor
22   23	TO ALL PARTIES AND THEIR ATTORNE	YS OF RECORD:
24	PLEASE TAKE NOTICE that on March 17, 2022, at 1:30 p.m. in Courtroom 5, 17 <sup>th</sup>	
25	Floor of the United States District Court for the Northern District of California, located in the	
26	San Francisco Courthouse at 450 Golden Gate Avenue, San Francisco, CA 94102, Defendant	
27	Hearst Communications, Inc., ("Hearst") will and hereby does move this Court for an order	
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	DEFENDANT'S MOTION TO DISMISS AND SPECT COMPLAINT CASE NO. 3:21-CV-05566-EMC	IAL MOTION TO STRIKE PLAINTIFFS'

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dismissing Plaintiffs' claims against it pursuant to California Code of Civil Procedure § 425.16 and Fed. R. Civ. P. 12(b)(6), and for an order granting Hearst its attorneys' fees pursuant to Cal. Code Civ. P. § 425.16(c).

As set forth in more detail in the attached memorandum of points and authorities, the Court should order the dismissal of Plaintiffs' claims against Hearst because:

- 1. California Code of Civil Procedure § 425.16 (the "anti-SLAPP statute") applies to each of Plaintiffs' claims against Hearst because they all indisputably arise from Hearst's reporting in connection with a public issue or an issue of public interest (a public controversy sparked by allegations of sexual harassment made against a candidate for the U.S. House of Representatives, the candidate's reaction to the allegations, and the public reaction to them), all published in a public forum. See Cal. Civ. Proc. Code § 425.16(e)(3) and (4); Memorandum ("Mem."). § IV.
- 2. Because the anti-SLAPP statute applies to all of Plaintiffs' claims against Hearst, the burden shifts to Plaintiffs to establish a probability that they will prevail as to each claim. Cal. Civ. Proc. Code § 425.16(b)(1); Mem. § IV. Because Hearst challenges the legal sufficiency of Plaintiffs' claims, Plaintiffs must show they have alleged sufficient facts to raise a right to relief above the speculative level. See Planned Parenthood Fed'n of Am., Inc. v. Ctr. for Med. Progress, 890 F.3d 828, 834 (9th Cir. 2018), cert. denied, 139 S. Ct. 1446 (2019); Ashcroft v. Iqbal, 556 U.S. 662, 668 (2009). Plaintiffs cannot meet their burden for the following reasons, among others:
- 3. Plaintiffs fail to identify specific statements they allege are defamatory, which is required under settled California law. See Mem. § V(1).
- 4. Even if Plaintiffs had sufficiently pled that they were defamed by Hearst's reporting on a public controversy sparked by public allegations made against a candidate for elected office, Plaintiffs cannot prove that Hearst's published statements on this matter are false; to the contrary Hearst's reporting on this matter accurately and impartially recounts the nature of allegations made against a candidate for election to the U.S. House of Representatives, the

candidate's denial of those allegations, and the public reaction to the allegations. Hearst's published statements on this matter of public interest are substantially true, and, accordingly, Plaintiffs fail to sufficiently plead they were defamed. *See* Mem. § V(1).

- 5. Plaintiffs will be unable to prove damages. Plaintiffs have insufficiently pled that they suffered any special damages, and the Complaint does not adequately plead that they are entitled to any other damages because they failed to demand a correction, as required by California Civil Code § 48(a). *See* Mem. § V(2).
- 6. Even accepting all of Plaintiffs' facts as true, the Complaint nevertheless fails to sufficiently plead any facts that make plausible their allegation that Hearst's reporting on this matter was published with actual malice -i.e., with knowledge that the statements were false or with reckless disregard as to whether they were true much less facts that could satisfy the "clear and convincing" standard applicable, as a matter of law, to defamation actions brought by public figures. *See* Mem. § V(3).
- 7. Plaintiffs' claim of unfair business acts and practices in violation of Cal. Bus. & Prof. Code §§ 17200 et seq., is derivative of and turns entirely on Plaintiffs' defamation claim. Because their defamation claim fails, so, too, must their derivative claim under § 17200. See Mem. § V(4).

Accordingly, this Court should grant Hearst's motion and dismiss Plaintiffs' claims, with prejudice, pursuant to Fed. R. Civ. P. 12(b)(6) and Cal. Civ. Proc. Code § 425.16(b)(1). Hearst also requests that it be awarded its attorneys' fees and costs incurred in defending this meritless lawsuit, pursuant to Cal. Civ. Proc. Code § 425.16(c), in an amount to be determined by subsequent motion.

This motion is based on this notice; the attached memorandum of points and authorities; the concurrently filed request for judicial notice; the concurrently filed declaration of Diego Ibarguen with Exhibits A-H; any other matters of which this Court may take judicial notice; all pleadings, files and records in this action; and such other argument as this Court may receive at this motion's hearing.

DATED: December 2, 2021 THOMAS R. BURKE DAVIS WRIGHT TREMAINE LLP JONATHAN R. DONNELLAN (pro hac vice) DIEGO IBARGUEN (pro hac vice) HEARST CORPORATION By: /s/ Diego Ibarguen Attorneys for Defendant HEARŠT CORPORATION DEFENDANT'S MOTION TO DISMISS AND SPECIAL MOTION TO STRIKE PLAINTIFFS' **COMPLAINT** 

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DEFENDANT'S MOTION TO DISMISS AND SPECIAL MOTION TO STRIKE PLAINTIFFS' COMPLAINT CASE NO. 3:21-CV-05566-EMC

### **MEMORANDUM OF POINTS AND AUTHORITIES**

#### I. <u>INTRODUCTION</u>

Candidates for elected office necessarily expose themselves to intense public scrutiny and criticism, not just of their political positions, but also of their qualifications for office, their character and their integrity. Public discussion of a candidate's fitness for elected office is so fundamental to democracy as to be at the core of the core of constitutionally protected political speech. And the press plays a central role in informing the public about the issues and controversies relevant to the decisions they make at the ballot box. This lawsuit is a misguided effort to punish a newspaper for providing reporting on precisely such core political concerns.

Plaintiff Shahid Buttar (hereinafter, "Buttar") was a candidate in the November 3, 2020 general election for California's 12th U.S. Congressional District in the 2020 general election, seeking to unseat one of the most powerful members of Congress, U.S. Rep. Nancy Pelosi, the sitting Speaker of the House and the second person in the presidential line of succession. On July 21, 2020, in the heat of his campaign for the House, Buttar was at the center of a public controversy about his character after an acquaintance published an essay on the website *Medium* alleging that Buttar sexually harassed her decades earlier. The allegations were quickly and widely discussed, and led some political groups and politicians that had previously endorsed Buttar to publicly reconsider their support in light of the allegations. Buttar, too, entered the public discourse, denying the claims and expressing a hope that he, too, would have an opportunity to be heard.

In the wake of these events, several news publications, including the *San Francisco Chronicle*, a newspaper owned and operated by Defendant Hearst Communications, Inc. (hereinafter, "Hearst"), reported on this matter of significant public interest to voters. Hearst's reporting fairly and accurately informed the public on the nature of the controversy, the substance of the allegations against Buttar, Buttar's denial of those allegations and wish to be heard on the matter, and actions undertaken in response to the allegations by some political supporters.

mandatory attorneys' fees to be determined by separate motion pursuant to the anti-SLAPP law.

The Complaint fails to plausibly plead a claim upon which relief can be granted. For

these reasons, Hearst respectfully requests that the Court dismiss Plaintiffs' claims in their

entirety under Rule 12(b)(6) and California's anti-SLAPP statute, and that it award Hearst its

DEFENDANT'S MOTION TO DISMISS AND SPECIAL MOTION TO STRIKE PLAINTIFFS' COMPLAINT CASE NO. 3:21-CV-05566-EMC

Hearst was fulfilling its fundamental role in informing the voting public about the nature of this controversy about a candidate seeking to unseat one of the most powerful figures in American government. Nevertheless, a year after the public controversy arose, and nine months after he lost his election bid, Buttar, together with Plaintiff Shahid Buttar for Congress Committee (hereinafter, the "Buttar Campaign"), filed the present Complaint (ECF No. 1 in this action, hereinafter, the "Complaint" or "Compl.") against only Hearst – and not against any of the many other publications that reported on the same controversy – alleging defamation and a derivative unfair competition claim.

The Complaint is frivolous and the facts it pleads betray the lack of merit of its claims. Plaintiffs identify no specific statement published by Hearst, as they are required to do by law, that forms the basis of their defamation claim. They suggest that Hearst's reporting should have included the opinions of their preferred sources to cast doubt on the truth of the allegations, but they plead facts reflecting that those people had no direct knowledge of the truth or falsity of the claims. They claim an entitlement to a variety of monetary damages, yet fail to plead any injury resulting directly from Hearst's reporting, and they are, in any event, barred as a matter of law from recovering other damages because they do not plead that they demanded a correction in compliance with California's correction statute. They allege Hearst reported on this public controversy with "actual malice," but they fail to plead facts that would make their otherwise conclusory allegation plausible, as they are required to do under *Twombly* and *Iqbal*, and as required under *Sullivan* and its progeny. And they name the Buttar Campaign as a party, despite failing to plead any statement published by Hearst defamed it, and failing to plead that the campaign, which exists solely as a vehicle through which Buttar ran for elected office, suffered any injury at all.

### II. STATEMENT OF FACTS

In July 2020, Plaintiff Buttar was a candidate in the November 3, 2020 general election for California's 12th U.S. Congressional District in the 2020 general election, seeking to unseat U.S. Rep. Nancy Pelosi, the sitting Speaker of the House. Compl. ¶ 9. He was ultimately unsuccessful in this effort. Compl. ¶ 48.

On July 21, 2020, an acquaintance of Buttar, Elizabeth Croydon (hereinafter, "Croydon"), published an essay ("Croydon's Essay") on the web site Medium.com titled "Shahid Buttar Repeatedly Sexually Harassed Me." Compl. ¶ 16; Declaration of Diego Ibarguen ("Ibarguen Decl."), Ex. G. In her essay, Croydon alleged, among other things, that when she and Buttar were both living In Washington, D.C., in the early 2000s and were part of the same activism and arts community, Buttar "made [her] feel uncomfortable"; "repeatedly pursued [her] for sex"; and "let [her] know that he was sexually available to [her] for years". Ibarguen Decl. Ex. G. Croydon's Essay described an instance roughly a decade later in which she said she was "shocked and embarrassed" when, after Croydon discussed her celibacy, Buttar allegedly responded with comments that Croydon wrote made her feel "degraded, nauseated, and revolted that he would mock me in front of friends who looked to me as an outspoken voice for women." Ibarguen Decl. Ex. G. At the conclusion of her essay, Croydon expressed the opinion: "We on the left must hold ourselves to a higher standard as we are committed to creating a just and equitable world, free from sexual misconduct, misogyny and bullying . . . . The left can do better than Shahid Buttar." Ibarguen Decl. Ex. G.

The allegations in Croydon's Essay immediately sparked a public discussion (Compl. ¶ 49 ("Ms. Croydon's false accusations were immediately and consistently seized upon by critics across the political spectrum")). On the same day, July 21, 2020, the fact that these public allegations were made against Buttar and the public discussion of them were the focus of multiple published news reports, including: an article published by the local online news site *Bay Area Reporter* titled, "Political Notebook: Pelosi challenger Buttar accused of sexual harassment, misogyny" (Compl. ¶ 27; Ibarguen Decl. Ex. C); an article published by the local online news

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site 48 Hills titled, "The end of Shahid Buttar's Campaign – and the lessons" (Compl. ¶ 50; Ibarguen Decl. Ex. F); and an article published by the local online news site Mission Local titled, "Pelosi challenger Shahid Buttar accused of sexual harassment, misogyny" (Compl. ¶ 50; Ibarguen Decl. Ex. E).

Also on July 21, 2020, Hearst published the first of two articles regarding the public 5 6 7 8 10 11 12 13 14 15 16 17

controversy sparked by the allegations, titled, "Shahid Buttar, Nancy Pelosi's election opponent, accused of sex harassment" (hereinafter, "Hearst's First Article"). Compl. ¶¶ 2, 15. Hearst's First Article, published at 8:19 p.m., included a hyperlink to Croydon's Essay. Ibarguen Decl. Ex. A; Compl. ¶ 45. Hearst's First Article also included a statement from Buttar stating that the allegations "are false," describing sexual harassment as "despicable", and affirming that "[e]very survivor must be heard, and I hope to be allowed the same opportunity to be heard as well". Ibarguen Decl. Ex. A. Hearst's First Article also reported on public pronouncements by two political organizations that had previously endorsed Buttar's candidacy, which now said they were reevaluating their endorsements in light of the allegations, and also that one local elected official reacted to the allegations by having his name removed from Buttar's website and signing "a . . . petition to unendorse him". *Id*. Acknowledging the public scrutiny that such allegations must produce, Buttar's statement to Hearst acknowledged that local organizations were evaluating the allegations, stating "I invite their examination of the issues and our campaign welcomes any scrutiny." *Id*.

About ten minutes after Hearst's First Article was published, a Buttar Campaign representative emailed Hearst at 8:30 p.m. on July 21, 2020, offering to connect the newspaper with "some people who can speak about [Mr. Buttar's] character and other claims [Ms. Croydon] has made in the past that are false – including one who alleges that she also made false claims about her husband. Would you want to speak with them? We are reluctant to attack her character out of respect to survivors . . . but they are willing to speak with you." Compl. ¶ 21 (alteration in original) (emphasis omitted). That email did not suggest the people referenced had any direct knowledge regarding Croydon's claims about Buttar. Id. Early the next morning, at

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5:44 a.m. on July 22, 2020, a representative of Buttar's campaign emailed a Hearst reporter asserting that "a number of voices' had been 'left out" of Hearst's First Article, and requesting that Hearst interview individuals "closer to this situation." (hereinafter, the "Request for Follow-up Coverage") Compl. ¶ 30. The Request for Follow-up Coverage did not assert that any of these individuals had actual knowledge of the truth or falsity of Croydon's claims about Buttar, nor did it demand a correction of Hearst's First Article the day before. *Id*.

Two days later, on July 24, 2020, a group of 17 individuals published an "Open Letter of Support for Shahid Buttar" (hereinafter, the "Open Letter") on the website called *Independent Political Report* asserting, among other things, that Croydon's allegations "attempted to draw a different picture of Shahid than the one we know to be true." Compl. ¶ 38; Ibarguen Decl. Ex. H. The signatories of the Open Letter stated the opinion that they "believe these allegations are false and ill intentioned," and asserted that, based on unrelated actions they attributed to Croydon, the signatories believed "[s]he is NOT a credible witness." Compl. ¶ 38; Ibarguen Decl. Ex. H. Of particular note, the Open Letter does not contain any assertions that the signatories had direct knowledge regarding the truth of Croydon's claims about Buttar. Ibarguen Decl. Ex. H.

On July 24, 2020, Hearst published another article about the controversy (hereinafter, "Hearst's Follow-Up Article" and together with Hearst's First Article, "Hearst's Articles" or "Hearst's Reporting"), referencing and quoting from the Open Letter, and also quoting several activists who signed the Open Letter. Compl. ¶ 41; Ibarguen Decl. Ex. B. As with Hearst's First Article, Hearst's Follow-up Article also included hyperlinks to Croydon's Essay. Compl. ¶ 45.

At no point did Plaintiffs serve a demand for correction on the publisher of the San Francisco Chronicle consistent with the requirements of California Civil Code § 48(a).

Nearly one year later, on July 20, 2021, on the last day of California's statute of limitations period for defamation claims, Plaintiffs filed this action alleging they were defamed

true, to 'state a claim to relief that is plausible on its face." Iqbal, 556 U.S. at 570 (quoting Bell

Atl. Corp. v. Twombly, 550 U.S. 544, 570 (2007)). Although the Court must draw all reasonable

inferences in favor of the nonmoving party and accept the facts alleged in the complaint as true,

the plaintiff must still "plead[] factual content that allows the court to draw the reasonable

inference that the defendant is liable for the misconduct alleged." *Iqbal*, 556 U.S. at 570.

However, in making this determination, a court need not credit "conclusory allegations of law

and unwarranted inferences" in favor of plaintiff. In re Syntex Corp. Sec. Litig., 95 F.3d 922,

protracted litigation can have on speech concerning public officials and candidates for public

office. See, e.g., Winter v. DC Comics, 30 Cal. 4th 881, 892 (2003) ("because unnecessarily

protracted litigation would have a chilling effect upon the exercise of First Amendment rights,

concern by "nip[ping] SLAPP litigation in the bud by striking offending causes of action[]."

Braun v. Chronicle Publ'g Co., 52 Cal. App. 4th 1036, 1042 (1997).

speedy resolution of cases involving free speech is desirable." (alteration and citations omitted)).

The California anti-SLAPP statute broadly protects the discussion of issues of public

The anti-SLAPP statute provides that any "cause of action against a person arising from

any act . . . in furtherance of the person's right of petition or free speech under the United States

Constitution or the California Constitution in connection with a public issue shall be subject to a

special motion to strike, unless the court determines that the plaintiff has established that there is

a probability that the plaintiff will prevail on the claim." Cal. Civ. Proc. Code § 425.16(b)(1).

The law applies to, among other things, "any . . . conduct in furtherance of the exercise of the

926 (9th Cir. 1996). Importantly, the Court must be mindful of the chilling effect that costly and

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by Hearst's publication of "an article containing a false allegation that Congressional candidate Shahid Buttar had committed sexual harassment." Compl. ¶ 2.

III S'

## III. STANDARD OF REVIEW

Hearst seeks dismissal of this action pursuant to both Rule 12(b)(6) and California's anti-SLAPP law.

Under Rule 12(b)(6), "a complaint must contain sufficient factual matter, accepted as

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constitutional right of petition or the constitutional right of free speech in connection with a public issue or an issue of public interest." *Id.* § 425.16(e)(4).

Once a defendant has shown that the anti-SLAPP statute applies to a claim against it, a court must look to the merits of the plaintiff's claim. *Sarver v. Chartier*, 813 F.3d 891, 901 (9th Cir. 2016). Federal courts may consider arguments based on the anti-SLAPP statute at either the motion to dismiss or the summary judgment stage. *See Planned Parenthood*, 890 F.3d at 834. When, as here, "an anti-SLAPP motion to strike challenge[d] only the legal sufficiency of a claim, a district court should apply the Federal Rule of Civil Procedure 12(b)(6) standard and consider whether a claim is properly stated." *Id.* at 834.

Accordingly, the procedural grounds for dismissal under anti-SLAPP are identical to those under Rule 12(b)(6): a plaintiff's "[f]actual allegations must be enough to raise a right to relief above the speculative level . . . . [—]that is, a claim to relief that is plausible on its face." *Twombly*, 550 U.S. at 555-56, 569. In determining whether the complaint states a "plausible" claim, this Court need not credit "mere conclusory statements" or "[t]hreadbare recitals of the elements of a cause of action . . . ." *Iqbal*, 556 U.S. at 678; *In re Gilead Scis. Sec. Litig.*, 536 F.3d 1049, 1055 (9th Cir. 2008). If the plaintiff fails to satisfy the pleading standards under Rule 12(b)(6), the Court must strike the claim, and award the moving party its attorneys' fees under California's substantive law, which applies to this action brought in diversity. *Planned Parenthood*, 890 F.3d at 834; Cal. Civ. Proc. Code § 425.16(b)(1), (b)(2), (c)(1); *United States ex rel. Newsham v. Lockheed Missiles & Space Co.*, 190 F.3d 963, 971 (9th Cir. 1999) (applying anti-SLAPP attorneys' fees provision to state law claims brought in federal court).

Against these weighty concerns, the *Iqbal/Twombly* standard takes on particular relevance. Under *New York Times Co. v. Sullivan*, 376 U.S. 254 (1964), to maintain an action for defamation, a public figure such as Plaintiffs in this action must plead that the defendant made the challenged statements with knowledge of their falsity or reckless disregard as to their falsity, and subsequently prove actual malice by "clear and convincing evidence". *See, e.g.*, *Sipple v. Found. For Nat'l Progress*, 71 Cal. App. 4th 226, 248 (1999) (explaining that in public

Here, there is no question that the anti-SLAPP statute applies to the claims against

Hearst, which arise from its publication of news articles regarding this public controversy, which

involved: (1) the published accusations of sexual harassment against Buttar, then a candidate for

response to those allegations, including the reactions of several political supporters of Buttar.

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figure defamation actions, the "clear and convincing" standard requires a showing that the

speaker "entertained serious doubts as to the truth of the publication.").

#### IV. **SECTION 425.16 APPLIES TO PLAINTIFFS' CLAIMS**

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## the U.S. House of Representatives; (2) Buttar's response to those allegations; and (3) the public

Sipple, 71 Cal. App. 4th at 240 ("[N]ews reporting is free speech and section 425.16 motions can apply to media defendants in libel actions") (citing Braun, 52 Cal. App. 4th at 1044); see also Matson v. Dvorak, 40 Cal. App. 4th 539, 548 (1995) ("The right to speak on political

matters is the quintessential subject of our constitutional protections of the right of free speech.

'Public discussion about the qualifications of those who hold or who wish to hold positions of

public trust presents the strongest possible case for applications of the safeguards afforded by the

First Amendment") (quoting Aisenson v. Am. Broad. Co., 220 Cal. App. 3d 146, 154 (1990));

Yorty v. Chandler, 13 Cal. App. 3d 467, 473 (1970) (quoting Eva v. Smith, 89 Cal. App. 324,

328-330, (1928) ("An individual who seeks or accepts public office invites and challenges

public criticism so far as it may relate to his fitness and qualifications. . . . The right of criticism rests upon public policy . . . . ")).

The challenged articles, which accurately report on a public controversy directly related to a candidate for the U.S. Congress, fits squarely in the scope of "conduct in furtherance of the exercise of the constitutional right of petition or the constitutional right of free speech in connection with a public issue or an issue of public interest" that is protected by the anti-SLAPP law. Cal. Civ. Proc. Code § 425.16(e)(4). Plaintiffs acknowledge that the allegations sparked immediate and wide-ranging public interest and discussion and even a public response from Buttar himself. See, e.g., Compl. ¶ 37, 39, 50 (referencing various news articles reporting on the controversy and underlying allegations; id. ¶ 49 ("Ms. Croydon's false accusations were

immediately and consistently seized upon by critics across the political spectrum (emphasis added)); id.  $\P$  38 (referencing the Open Letter supportive of Buttar and questioning Croydon's credibility based on unrelated matters); id.  $\P$  18 (referencing Buttar's issuance of a public denial of the allegations).

For these reasons, the anti-SLAPP law easily applies to Plaintiffs' claims. Accordingly, the burden shifts to the plaintiff to demonstrate "a probability of prevailing on the claim." *Varian Med. Sys., Inc. v. Delfino*, 35 Cal. 4th 180, 192 (2005) (citation omitted). The nature of this burden is deliberately stringent, and requires that Plaintiffs must "establish evidentiary support for [their] claim." *Navellier v. Sletten*, 106 Cal. App. 4th 763, 775-76 (2003) (citation and emphasis omitted). Specifically, Plaintiffs must demonstrate that the claims are "supported by a prima facie showing of facts to sustain a favorable judgment if the evidence submitted by the plaintiff is credited." *Taus v. Loftus*, 40 Cal. 4th 683, 713-14 (2007) (citations omitted). If Plaintiffs fail to satisfy its burden, the Court must strike the Complaint. Cal. Civ. Proc. Code § 425.16(b)(1). For the reasons discussed below, Plaintiffs do not meet their burden of pleading a probability of prevailing against Hearst on these claims.

## V. THE COMPLAINT FAILS TO PLEAD SUFFICIENT FACTS TO STATE A CLAIM FOR DEFAMATION

#### 1. Hearst's Published Statements are Substantially True.

To succeed on a defamation claim, the First Amendment and the anti-SLAPP statute place the burden on Plaintiffs to show that each statement which they claim is defamatory is, in fact, materially false in the context of the whole publication. *See Sullivan*, 376 U.S. 254 at 279-80; *Phila. Newspapers, Inc. v. Hepps*, 475 U.S. 767, 775 (1986); *Vogel v. Felice*, 127 Cal. App. 4th 1006, 1021-23 (2005). Plaintiffs' burden to plead, and prove falsity cannot be satisfied, as a matter of law, if the challenged statements are substantially true, that is, if "the substance, the gist, the sting, of the libelous charge [is] justified." *Masson v. New Yorker Magazine, Inc.*, 501 U.S. 496, 517 (1991) (citation omitted). In evaluating whether challenged statements are substantially true, a court must examine whether a statement "would have a different effect on

the mind of the reader from that which the pleaded truth would have produced." *Id.* (citation 2 3 5 6 7 8 9

omitted). Whether the plaintiff has satisfied this constitutional requirement is for the court to decide as a matter of law. *Id.*; *Reader's Digest Ass'n v. Superior Ct.*, 37 Cal. 3d 244, 261 (1984) (citing Sullivan, 376 U.S. at 271-72). Because the subject matter of Hearst's reporting – a public controversy involving a candidate for the U.S. House of Representatives that caused some supporters of the candidate to reconsider their endorsements – is a matter of fundamental public concern to voters, Plaintiffs bear the burden of proving that each alleged defamatory statement is false. Eisenberg v. Alameda Newspapers, Inc., 74 Cal. App. 4th 1359, 1382 (1999). For the reasons discussed below, they cannot meet this standard as a matter of law.

As an initial matter, Plaintiffs fail to plead that any specific statement published by Hearst was false. Rather, Plaintiffs plead generally that they were defamed merely by the publication "of an article containing" Croydon's allegations that Buttar sexually harassed her. Compl. ¶ 2, 56. In an action for libel, such generalized pleading is insufficient, as a matter of law, to identify the complained of allegedly defamatory statements. Flowers v. Carville, 310 F.3d 1118, 1131 (9th Cir. 2002) (a plaintiff must plead "the precise statements alleged to be false and defamatory, who made them and when"); see also Glassdoor, Inc. v. Superior Ct., 9 Cal. App. 5th 623, 636 (2017) (the court "must determine whether a prima facie showing of actionable statements has been made," noting that it "is impossible to perform such a task without knowing the exact statements on which liability is predicated"); Sullivan, 376 U.S. at 285 (courts must review the actual statements alleged to be defamatory to determine whether they are "of a character which the principles of the First Amendment . . . protect" (citations omitted)).

Even if Plaintiffs' generalized pleading were sufficient to identify a specific allegedly offending statement, which it is not, Plaintiffs' claims must nevertheless fail because they do not sufficiently plead that the gist or sting of the challenged Articles "would have a different effect on the mind of the reader from that which the pleaded truth would have produced." Masson, 501 U.S. at 517 (citation omitted); *Partington v. Bugliosi*, 56 F.3d 1147, 1161 (9th Cir. 1995) ("in

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determining the 'gist' or 'sting' of a newspaper article [to assess whether it is actionable, a court] must look at the highlight of the article, the pertinent angle of it") (alteration in original) (citation and emphasis omitted). To determine the effect of an allegedly libelous statement on a reader, a court must look at the allegedly defamatory statement in the context of the whole publication of which it is a part. *Issa v. Applegate*, 31 Cal. App. 5th 689, 713-14 (2019) (quoting *Kaelin v. Globe Commc'ns Corp.*, 162 F.3d 1036, 1040 (9th Cir. 1998) ("[A] defamatory meaning must be found, if at all, in a reading of the publication as a whole. Defamation actions cannot be based on snippets taken out of context.")); *Selleck v. Globe Int'l Inc.*, 166 Cal. App. 3d 1123, 1131 (1985) (a court evaluating a claim of defamation by statements may not separate the article into segments, but rather the article "must be read as a whole in order to understand its import and the effect that it was calculated to have on the reader").

Plaintiffs base their defamation claim on just one component of Hearst's reporting: the inclusion of Croydon's claims in their reporting about the public controversy sparked by those claims. But they ignore the context of the articles about which they complain, which, when read in their entirety, truthfully, fairly and impartially reported on events that had already occurred and which were relevant to this matter of significant public interest related to a candidate seeking election to Congress. Hearst's First Article reported on (a) the fact that allegations regarding Buttar were made in Croydon's Essay, a fact pled by Plaintiffs (Compl. ¶ 16); (b) that Buttar had already issued a denial of those allegations in which he explicitly stated that "[e]very survivor must be heard and I hope to be allowed the same opportunity to be heard as well" (emphasis added) (Compl. ¶ 18; Ibarguen Decl. Ex. A), and (c) that some political organizations and others who had previously voiced public support for Buttar's candidacy had already publicly reconsidered that support in light of the allegations, a reality that Buttar acknowledged before Hearst had published on this matter. Ibarguen Decl. Ex. A ("Buttar said, 'I invite their examination of the issues and our campaign welcomes any scrutiny.""). Hearst's Follow-up Article reported on these same topics in light of the Open Letter, which was published by Buttar supporters several days after the controversy first arose, and included statements of support from

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several individuals who knew Buttar, vouched for his high integrity and character. Compl. ¶ 38; Ibarguen Decl. Ex. A. Read in their entirety, as a court's evaluation of a defamation claim must be, the Articles are substantially true, and Plaintiffs do not plead facts that support the defamation claim. See, e.g., Ward v. News Grp. Int'l, Ltd., 733 F. Supp. 83, 84-85 (C.D. Cal. 1990) (dismissing defamation claim based on republication of an alleged libel where, considering article as a whole, news report accurately and neutrally reported on the allegedly libelous statements made about a public figure and where publication included plaintiff's denial of the allegations).

Hearst's Reporting on Croydon's allegations and the public reactions to them was plainly a matter of public interest as it related to public discussion of the character and qualifications of a candidate for public office. Vogel, 127 Cal. App. 4th at 1015; Conroy v. Spitzer, 70 Cal. App. 4th 1446, 1451 (1999); *Matson*, 40 Cal. App. 4th at 548. Plaintiffs do not plead otherwise, nor could they based on the facts they do plead: that Buttar issued a response denying the allegations (Compl. ¶ 18); that Buttar's critics "immediately and consistently seized upon" Croydon's allegations (Compl. ¶ 49); that various other news publications reported – many on the same day – about the substance of the allegations and the related fallout (Compl.  $\P$  27-28, 37, 39, 50); and that a group of individuals who questioned Croydon's credibility subsequently published an open letter regarding the allegations several days later, demonstrating the continuing interest in this public controversy (Compl. ¶ 38).

Plaintiffs also do not plead that the Articles contained any factual inaccuracies in their account of the substance of Croydon's allegations (apart from their general assertion that the allegations themselves were false), nor do they allege that Hearst's reporting on Buttar's denial of the allegations contained any factual errors. Even if they had pleaded such factual errors, "[m]inor inaccuracies do not amount to falsity so long as 'the substance, the gist, the sting, of the libelous charge be justified." Vogel, 127 Cal. App. 4th at 1021 (quoting Masson, 501 U.S. at 516-17); Colt v. Freedom Commc'ns, Inc., 109 Cal. App. 4th 1551, 1558 (2003) (alleged factual

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errors are not actionable defamation unless the inaccuracies are of "such a substantial character" as to have a "different effect on the reader" (citation omitted)).

Indeed, Plaintiffs' pleaded facts that various other news outlets reported on this same issue – Croydon's allegations – further demonstrates how little merit exists in their central claim that they were defamed by Hearst because "it published Ms. Croydon's false allegations that Mr. Buttar sexually harassed her." Compl. ¶ 56. They do not assert, for example, that they were defamed by Bay Area Reporter's publication of the same day despite the fact that its reporting also included the substance of Croydon's allegations (see Ibarguen Decl. Ex. C), nor by The Intercept's publication of the allegations several days later. See Ibarguen Decl. Ex. D. Instead, they suggest that the Articles should have included other allegations by particular supporters of Buttar – people who they fail to plead had <u>any</u> knowledge as to the truth of the allegations at the heart of the public controversy at issue – who would have stated that Croydon had a history of making false allegations against others. Compl. ¶ 43. In effect, Plaintiffs suggest their editorial decisions about how to cover this issue – not whether it should have been reported at all – should be substituted for the editorial decisions made by Hearst. Such an intrusion into the editorial process and choices about what a newsgatherer publishes are plainly unconstitutional, and have been roundly rejected by the courts. See Miami Herald Publ'g Co. v. Tornillo, 418 U.S. 241, 258 (1974) ("The choice of material to go into a newspaper, and the decisions made as to limitations on the size and content of the paper, and treatment of public issues and public officials—whether fair or unfair—constitute the exercise of editorial control and judgment.").

Even so, Plaintiffs plead only conclusory allegations that the omission of these individuals who lacked specific knowledge about the matter in controversy created a defamatory meaning in Hearst's Articles. Nowhere in the Complaint do Plaintiffs plead that any of their preferred sources could have offered anything but their own speculation about the truth of Croydon's claims. For example, the *Bay Area Reporter* article discussed by Plaintiffs at Paragraphs 27-28 of the Complaint quotes one individual as stating the opinion that there was "absolutely no merit' to Croydon's claims," but it reflects that this opinion was based on the

speaker's views about unrelated conduct by Croydon, and makes no assertion that the speaker had direct knowledge relevant to establishing the truth or falsity of Croydon's claims about Buttar. The same is true of the article published by *The Intercept* which the Complaint quotes as reporting that "several people who recounted having disturbing interactions with Croydon that caused them to question her credibility" but failing to suggest that those people had any specific knowledge of the falsity of Croydon's claims against Buttar. Compl. ¶ 37. Even the Open Letter lacks any assertion of knowledge about the truth or falsity of Croydon's claims about Buttar. Compl. ¶ 38. As such, Plaintiffs fail to demonstrate through their pleading that the inclusion of the speculative beliefs of these individuals about Croydon's credibility would have created a "different effect on the reader." *Colt*, 109 Cal. App. 4th at 1558 (citation omitted). Regardless, a defamation claim cannot be proven by "scrutinizing what is not said to find 'a defamatory meaning which the article does not convey to a lay reader." *Forsher v. Bugliosi*, 26 Cal. 3d 792, 803 (1980) (quoting *Mullins v. Thieriot*, 19 Cal. App. 3d 302, 304 (1971)).

Notably, Plaintiffs also do not plead that Hearst's Reporting presented Croydon's allegations of sexual harassment as statements of fact that Buttar actually harassed Croydon; nor could they, because Hearst's Reporting does not assert or imply that Croydon's allegations were anything more than her unproven claims, which were disputed by Buttar. Nevertheless, even if Hearst's Articles were read as presenting Croydon's allegations as true – which they do not – such a conclusion would be nonactionable opinion because all of the facts supporting such a conclusion are disclosed in Hearst's Articles. *Thomas v. L.A. Times Commc'ns, LLC*, 189 F. Supp. 2d 1005, 1015 (C.D. Cal. 2002) (granting anti-SLAPP motion where article "merely states 'opinion[s] on matters of public concern that do not constitute or imply a provable factual

<sup>&</sup>lt;sup>1</sup> Plaintiffs also suggest that Hearst's Follow-up Article was misleading because it "portrayed [individuals who defended Buttar's ethics and integrity] as Mr. Buttar's friends, when they are fiercely independent political activists." Compl. ¶ 42. Even if the individuals quoted in the Follow-up Article had been presented as friends of Buttar, Plaintiffs fail to plead any facts that would support the conclusion that such a characterization was defamatory of Buttar or of his Campaign. Similarly, Plaintiffs' bald assertion that the Follow-up Article was misleading because it failed to include a hyperlink to the Open Letter – despite acknowledging that Hearst had reported on the content of the Open Letter (Compl. ¶ 44) – is misguided and, in any event, insufficient to support their defamation claim.

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assertion" (quoting Underwager v. Channel 9 Austl., 69 F.3d 361, 366 (9th Cir. 1995), aff'd, 45 F. App'x 801 (9th Cir. 2002)); *Partington*, 56 F.3d at 1156-57 ("[W]hen an author outlines the facts available to him, thus making it clear that the challenged statements represent his own interpretation of those facts and leaving the reader free to draw his own conclusions, those statements are generally protected by the First Amendment."); see also Thomas, 189 F. Supp. 2d. at 1015 ("[B]ecause the reader is free to draw his or her own conclusions based upon those facts, this type of statement is not actionable in defamation" (quoting *Partington*, 56 F.3d at 1156)).

For all of these reasons, Hearst's Reporting on this public controversy is substantially true, and Plaintiffs fail to meet their burden of pleading falsity.

### 2. Plaintiffs Did Not Adequately Demand a Correction or Plead Compensable Damages as Required by California Law.

California's correction statute establishes several requirements for a plaintiff seeking to recover general, special or exemplary damages in connection with an alleged libel published by a news publication such as Hearst's San Francisco Chronicle. Plaintiffs fail to satisfy any of those requirements and they are barred from recovering any money damages.

As a threshold matter of law, under California Civil Code § 48a(b), a libel plaintiff seeking to recover general or exemplary damages is required to serve written notice to the publisher of an alleged libel within 20 days of knowledge of the publication, specifying the allegedly libelous statements and demanding correction. Failure to serve such a specific and timely demand of correction limits a plaintiff's recovery, as a matter of law, to recovery of special damages. Special damages are defined in the statute as "damages that plaintiff alleges and proves that he or she has suffered in respect to his or her property, business, trade, profession, or occupation, including the amounts of money the plaintiff alleges and proves he or she has expended as a result of the alleged libel, and no other." Cal. Civ. Code § 48a(d)(2); Freedom Newspapers, Inc. v. Superior Ct., 4 Cal. 4th 652, 654-56 (1992); Piping Rock Partners, Inc. v. David Lerner Assocs., Inc., 946 F. Supp. 2d 957, 981 (N.D. Cal. 2013) (noting that special damages are actual out-of-pocket losses and must be pled with specificity). Where a plaintiff

fails to serve a correction demand and also fails to adequately plead special damages, the claims fail on their face and must be stricken under the anti-SLAPP statute. *Anschutz Ent. Grp. v. Snepp*, 171 Cal. App. 4th 598, 643 (2009) (dismissing defamation claims under anti-SLAPP where no legally enforceable correction demand was served by the plaintiff and where special damages were pled only through generalized allegations of indeterminate damages and plaintiff "presented no proof of special damages").

Here, neither Buttar nor the Buttar Campaign made a correction demand as required under § 48a. The Complaint fails to identify *any* direct communication between Buttar and Hearst in connection with its reporting on this issue that constitutes a "written notice specifying the statements claimed to be libelous and demanding that those statements be corrected." Cal. Civ. Code § 48a(a). The only communication Plaintiffs allege was sent to Hearst after publication of its July 21 Article that they allege might have satisfied this requirement is the Request for Follow-Up Coverage, which, based on Plaintiffs' own description, was sent directly to a reporter (not the publisher, as required by § 48a), and "requested that the *Chronicle* correct the Original Piece by, *inter alia*, interviewing individuals 'closer to this situation' (such as Dr. Flowers or Ms. Zundmanis)." Compl. ¶ 30. Although Plaintiffs selectively quote the Request for Follow-Up Coverage and do not attach the full communication to their Complaint, what they do include tellingly reveals that the communication failed to demand any correction of Hearst's First Article consistent with the strict requirements of Cal. Civ. Code § 48a, and, at most, that it sought follow-up coverage of this matter of public interest in the form of interviews with third parties representing "a number of voices' [that] had been 'left out' from the *Chronicle's* story."

<sup>&</sup>lt;sup>2</sup> The Complaint also falls short of pleading that the Request for Follow-Up Coverage satisfies the correction demand requirements of Civil Code § 48a for several other reasons. Plaintiffs fail to plead: (a) that the communication identified the specific allegedly defamatory statements at issue and demanded their correction; (b) that the purported correction demand was served on the publisher; or (c) that the communication identified a party in interest on behalf of whom the purported correction demand was being made. Each of these failures provides an independent basis to find that the July 22 Email, as a matter of law, fails to satisfy the requirements of the correction statute. See Freedom Newspapers, 4 Cal. 4th at 654-56 (Section 48a(a) requires that a plaintiff "demand[] that [specific libelous statements] be corrected"); Field Research Corp. v. Superior Ct. of S.F., 71 Cal. 2d 110, 114 (1969) (holding that Section 48a, by its terms, requires service of a correction demand on "the owner or operator of the newspaper... rather than the

Compl. ¶ 30. Because the Complaint fails to plead compliance with the correction statute, Plaintiffs are barred, as a matter of law, from recovering general or exemplary damages.<sup>3</sup>

Plaintiffs are further foreclosed from any recovery in this action because they fail to plead any concrete and quantifiable injury, much less damages sufficient to satisfy the minimum requirements for pleading special damages. Plaintiffs make only generalized allegations of injury purportedly suffered by Buttar individually, and make *no* allegations of injury specific to the Campaign. Compl. ¶¶ 51, 53 (alleging Hearst's reporting caused injury to "*Buttar's* ethics and integrity, harmed *his* professional livelihood and personal relationships, slashed *his* speaking and writing opportunities, and gravely damaged the public's perception of *his* fitness to hold political office" and "effectively deprived [*Buttar*] of the ability to speak publicly about two critical issues amidst a global pandemic and ominous wildfires: healthcare policy and climate justice.") (emphasis added)). But such general and speculative allegations are insufficient to plead special damages. *Gang v. Hughes*, 111 F. Supp. 27, 29 (S.D. Cal. 1953) ("[G]eneral allegation of loss of business" is insufficient to show special damages, for which "plaintiff must allege the specific manner in which he lost business as a result of the defamation"); *Pridonoff v. Balokovich*, 36 Cal. 2d 788, 792 (1951) ("general allegation of the loss of a prospective employment, sale, or profit will not suffice").

Furthermore, even if Plaintiffs had pled injury with sufficient specificity, they fail to sufficiently plead that *any* alleged damages are attributable specifically to Hearst's Reporting on this public controversy. To the contrary, the facts they do plead reveal the impossibility of demonstrating that any specific damages Plaintiffs might have plausibly pled resulted solely from Hearst's reporting. For example, the Complaint alleges: (1) Hearst's Reporting was based on and followed publication of Croydon's Essay detailing her allegations (Compl. ¶ 16); "Ms.

originator of the defamatory statements."); *Anschutz*, 171 Cal. App. 4th at 642 (Section 48a requires that the plaintiff serve a retraction demand or, at minimum, be named in the demand). <sup>3</sup> Even if Plaintiffs had served a valid demand for correction, which they did not, in order to recover exemplary damages, they would be required, as a matter of law, to prove that Hearst acted with actual malice in publishing its reporting about the allegations made against Buttar. Cal. Civ. Code § 48a(3). For the same reasons explained below, Plaintiffs cannot prove actual malice on the facts pled in the Complaint.

Croydon's false accusations were immediately and consistently seized upon by critics across the political spectrum" (Compl. ¶ 49); and because several other publications – the *Bay Area Reporter*, *The Intercept*, *Bay Guardian*, *48 Hills* and *Mission Local* – all reported on the allegations made against Buttar (Compl. ¶¶ 27, 37, 39, 49). Plaintiffs cannot, as a matter of law, prove that any injury, much less any specific damages, were suffered directly as a result of Hearst's Reporting on the same information about matter of public interest. Cal. Civ. Code § 48(a)(d)(3); *Anschutz*, 171 Cal. App. 4th at 643 (dismissing defamation action pursuant to anti-SLAPP where Plaintiff fails to plead special damages with specificity and presented no evidence of such losses).

### 3. Plaintiffs Cannot Show That Any Statement Was Published with Actual Malice.

Plaintiffs also fail to state a claim for defamation for the independent reason that the Complaint fails to plead facts that would make their otherwise conclusory allegation of "actual malice" plausible, as they are required to do as a matter of law – much less facts that would satisfy the "clear and convincing" standard applicable to any libel action brought by a public figure. Sipple, 71 Cal. App. 4th at 247; Reader's Digest, 37 Cal. 3d at 256 ("If the person defamed is a public figure, he cannot recover unless he proves, by clear and convincing evidence, that the libelous statement was made with 'actual malice'—that is, with knowledge that it was false or with reckless disregard of whether it was false or not." (quoting Sullivan, 376 U.S. at 279-80)); Conroy, 70 Cal. App. 4th at 1454 (same); Kieu Hoang v. Phong Minh Tran, 60 Cal. App. 5th 513, 537 (2021) (finding insufficient evidence of actual malice where reporter had no reason to believe source was untrustworthy and where evidence presented by alleged victim of defamation did not show "obvious reasons to doubt the veracity of [the source] or the accuracy of [the] reports." (quoting Reader's Digest, 37 Cal. 3d at 257)); McGarry v. Univ. of San Diego, 154 Cal. App. 4th 97, 117 (university football coach, a public figure defamation plaintiff, could not show a likelihood of success on libel claim where he failed to show actual malice by clear and convincing evidence).

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Plaintiffs are undeniably public figures and therefore bear the heavy burden of satisfying the actual malice standard applicable to this action; their Complaint demonstrates unequivocally that they cannot meet this burden even at the threshold pleading stage. The only facts Plaintiffs plead to support their actual malice burden boils down to (a) failure by Hearst to contact some individuals identified by Plaintiffs who, according to Plaintiffs, believed Croydon – based on unrelated conduct – to be untrustworthy, and (b) Hearst's failure to include those individuals' purely speculative views about the credibility of Croydon's allegations against Buttar.<sup>4</sup> Compl. ¶¶ 58, 59. This is insufficient, as a matter of law, to satisfy Plaintiffs' burden.

First, Plaintiffs cannot plead actual malice by relying on a purported failure to contact certain individuals who, based on the facts pled in the Complaint, lacked any specific or actual knowledge that Croydon's allegations against Buttar were false. Though the Complaint alleges that these individuals subjectively believed – based on their own interactions with her or with Buttar – that Croydon's allegations were not credible, the Complaint fails to allege any facts indicating that these individuals (or anyone else not contacted by Hearst) could offer actual knowledge that the specific allegations against Buttar were false. See, e.g., Compl. ¶ 21 (alleging Plaintiffs' informed Hearst of a person willing to speak to Hearst "who can speak about [Mr. Buttar's] character and other claims [Croydon] has made in the past that are false – including one who alleges that [Croydon] also made false claims about her husband") and ¶ 30 (requesting that Hearst interview "individuals 'closer to this situation' (such as Dr. Flowers or Ms. Zundmanis)" but failing to plead that these or other individuals had actual knowledge that Croydon's allegations were false); ¶¶ 34-35 (alleging an email sent by Chris Sampson to Hearst "stated that Ms. Croydon was a 'pathological liar' who had 'harassed' one of his friends 'repeatedly in private texts to the point of [his] friend considering suicide'" but failing to plead

<sup>&</sup>lt;sup>4</sup> Plaintiffs also baselessly insinuate that Hearst's reporting on the fact that allegations of sexual harassment were made publicly against Buttar and that they had drawn public reaction was somehow motivated by Buttar's religion, race or national origin. Compl. ¶¶ 46-47. In addition to being vague and unspecific, these bald and conclusory assertions are wholly unsupported by any facts pled in the Complaint, inconsistent with the content of the complained-of Articles, and insufficient to satisfy Plaintiffs' burden of proving actual malice.

that Sampson knew any facts relating to the veracity of Croydon's claims against Buttar). Simply put, Plaintiffs offer no evidence that any of the individuals they identify knew, as a matter of fact, whether Croydon's allegations were true, and that, at most they could only have provided a subjective opinion that the allegations were not credible.<sup>5</sup>

Second, a failure to investigate by contacting cherry-picked sources proposed by Plaintiffs is irrelevant to a determination of whether the statements at issue were published with knowledge of their falsity or reckless disregard for their truth.<sup>6</sup> Reader's Digest, 37 Cal. 3d at 247 ("The failure to conduct a thorough and objective investigation, standing alone, does not prove actual malice, nor even necessarily raise a triable issue of fact on that controversy"); see also Harte-Hanks Commc'ns, Inc. v. Connaughton, 491 U.S. 657, 688 (1989) ("[F]ailure to investigate before publishing, even when a reasonably prudent person would have done so, is not sufficient to establish reckless disregard").

For these reasons, Plaintiffs fail to adequately plead Hearst acted with "actual malice" in its reporting on this public controversy, and fall well short of the applicable "clear and convincing" standard. McGarry, 154 Cal. App. 4th at 114 (actual malice standard requires showing by plaintiff of "evidence of actual knowledge of the falsity or reckless disregard for its falsity must be of such a character as to command the unhesitating assent of every reasonable mind") (citation and quotation marks omitted); Harte-Hanks Commc'ns, 491 U.S. at 688; St.

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<sup>&</sup>lt;sup>5</sup> The Complaint also pleads other facts about these individuals' statements elsewhere that 20 21

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<sup>&</sup>lt;sup>6</sup> Furthermore, all of the facts pled to support the proposition that Hearst had actual malice emanate from communications that Plaintiffs plead occurred after Hearst published its First Article. Compare, Ibarguen Aff. Ex. A (showing publication of Hearst's First Article at 8:19 p.m.) with Compl. ¶ 21 (referring to the Request for Follow-Up Coverage sent at 8:30 p.m.).

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Amant v. Thompson, 390 U.S. 727, 731 (1968) ("[R]eckless conduct is not measured by whether a reasonably prudent man would have published, or would have investigated before publishing. There must be sufficient evidence to permit the conclusion that the defendant in fact entertained serious doubts as to the truth of his publication.").

# 4. <u>Plaintiffs' Derivative Claim Under Cal. Bus. & Prof. Code §§ 17200, et seq. Also Fails.</u>

Plaintiffs' Unfair Competition Law ("UCL") claim, as pleaded, is entirely derivative of and relies entirely on their failed defamation claim. Compl. ¶ 66. Because the UCL claim relies entirely on and is derivative of the defamation claim, the UCL claim must be dismissed for the same reasons as Plaintiffs' failed defamation claim. *Hawran v. Hixson*, 209 Cal. App. 4th 256, 277 (2012) (because UCL claims are derivative of alleged violations of other laws, a UCL claim based on the same allegedly defamatory statements "stands or falls with that underlying claim.").

### VI. PLAINTIFF BUTTAR CAMPAIGN FAILS TO STATE A CLAIM

Further illustrating the frivolous nature of this lawsuit, Plaintiff Buttar Campaign fails to plead that *it* was the subject of any alleged defamatory statement, and further fails to plead that *it* suffered any injury independent of the purported injury to Buttar. Thus, the Buttar Campaign fails to state a claim upon which relief could be granted, and its claims should be dismissed.

First, it is black-letter federal and state law that a statement cannot defame a plaintiff if it does not identify the plaintiff. Sullivan, 376 U.S. at 288 (federal constitutional law requirement); Blatty v. N.Y. Times Co., 42 Cal. 3d 1033, 1044 (1986) ("To allow a plaintiff who is not identified, either expressly or by clear implication, to institute such an action poses an unjustifiable threat to society" and noting that, without such a requirement, the damage to the news media would be significant and would chill its coverage of topics of general concern). Here, the Complaint is devoid of any factual pleading – whether originating with Croydon's allegations or contained in Hearst's reporting on them – that is "of and concerning" the Buttar Campaign. In the absence of such a statement, the Buttar Campaign fails to plead any basis for its defamation claim, and the claim must fail as a matter of law.

Second, even if the Buttar Campaign had sufficiently pled an allegedly defamatory statement concerning it, the Complaint nevertheless fails to identify any concrete injury suffered specifically by the Buttar Campaign; as a result, the Buttar Campaign fails to plead that it meets the threshold requirement for establishing standing to sue, and its claims should be dismissed for lack of standing. Spokeo, Inc. v. Robins, 578 U.S. 330, 339-40 (2016) ("To establish injury in fact, a plaintiff must show that he or she suffered 'an invasion of a legally protected interest' that is 'concrete and particularized' and 'actual or imminent, not conjectural or hypothetical."') (quoting Lujan v. Defenders of Wildlife, 504 U.S. 555, 560 (1992)). Plaintiffs fail to plead even that the Buttar Campaign has any independent reputation capable of being defamed (much less that the campaign vehicle's reputation was in any way defamed by Hearst's Reporting). Compl. ¶ 13 (describing the Buttar Campaign as an "unincorporated organization [that] constituted [Buttar's] Congressional campaign"); Compl. ¶¶ 51, 53, detailing alleged suffered by Buttar individually, but none by the Buttar Campaign. Having failed to plead some injury, the Buttar Campaign's claim must be dismissed as a matter of law. See Donald J. Trump for President, Inc. v. Cegavske, 488 F. Supp. 3d 993 (D. Nev. 2020) (dismissing action brought by campaign committee for lack of standing where campaign failed to show it suffered concrete injury).

The inclusion of the Buttar Campaign as a plaintiff in this action appears designed solely to multiply Buttar's purported – and insufficiently pled – damages in an effort to chill core First Amendment protected conduct: news reporting informing the voting public on matters relevant to their decisions about candidates for elected office. As such, it is an example of the kind of lawsuit the anti-SLAPP law specifically sought to "nip . . . in the bud" (*Braun*, 52 Cal. App. 4th at 1042) and punish with an award of attorneys' fees. Cal. Civ. Proc. Code § 425.16(c)(1).

#### VII. <u>CONCLUSION</u>

Hearst respectfully requests that this Court dismiss Plaintiffs' Complaint in its entirety with prejudice under Fed. R. Civ. P. 12(b)(6) and California's anti-SLAPP law, and award Hearst its mandatory fees and costs incurred in connection with this motion, in an amount to be determined by future motion.

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1	DATED: December 2, 2021	Respectfully submitted,
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